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COMMITTEE MEETING
STATE OF CALIFORNIA
INTEGRATED WASTE MANAGEMENT BOARD
BUDGET AND ADMINISTRATION COMMITTEE

JOE SERNA, JR., CALEPA BUILDING
1001 I STREET
2ND FLOOR
SIERRA HEARING ROOM
SACRAMENTO, CALIFORNIA

WEDNESDAY, MAY 7, 2003
1:30 P.M.

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PETERS SHORTHAND REPORTING CORPORATION (916) 362-2345

APPEARANCES

BOARD MEMBERS

Carl Washington, Chairperson

Linda Moulton-Patterson

Michael Paparian

STAFF

Mark Leary, Executive Director

Julie Nauman, Chief Deputy Director

Kathryn Tobias, Chief Counsel

Terry Jorden, Deputy Director

Kristina Gin, Secretary

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PROCEEDINGS

CHAIRPERSON WASHINGTON: The meeting is called to order.

Secretary, call the roll.

SECRETARY GIN: Medina?

Moulton-Patterson?

COMMITTEE MEMBER MOULTON-PATTERSON: Here.

SECRETARY GIN: Paparian?

COMMITTEE MEMBER PAPARIAN: Here.

SECRETARY GIN: Washington?

CHAIRPERSON WASHINGTON: Here.

I'd like to note that Mr. Medina had an emergency that came up, and so he apologized for not being able to be at the Committee today. All right.

Any ex partes, Members?

COMMITTEE MEMBER MOULTON-PATTERSON: I have none.

COMMITTEE MEMBER PAPARIAN: I'm up to date.

CHAIRPERSON WASHINGTON: And I'm up to date. All right. We'll turn it over to our Deputy Director.

DEPUTY DIRECTOR TERRY JORDAN: Good afternoon, Chair Washington, Committee members. Terry Jordan with the Administration and Financial Division.

I'd like to provide a short little budget update. Today we had another Assembly Subcommittee Number 3 hearing. And it was for continued items BCP 1 and 2.

1 However, we had done a lot of work with the Committee with
2 regards to answering questions, and so they put us on
3 consent. So that was good news.

4 CHAIRPERSON WASHINGTON: Great. Good job.

5 DEPUTY DIRECTOR JORDAN: We don't actually go
6 back before the Senate, although all of our budget is open
7 with the Senate, until May 22nd when they take up any
8 revi's.

9 With regards to May revi's, finance will be
10 submitting their proposals to the Legislature for the
11 changes to the Governor's budget, and included in those
12 proposals will be the results of the administration's
13 directive for all state agencies to develop and be
14 prepared to implement a 10 percent personnel services
15 reduction and layoff. And that's regardless of fund
16 source to state agencies.

17 The plans are being developed as an alternative
18 to achieve reductions and not realized through the
19 collective bargaining process. However, because of
20 collective bargaining processes going on, things could
21 change.

22 We should be hearing about the decisions
23 potentially next week around the 15th. If not, it will be
24 closer to the 22nd. We've been sending out a lot of
25 communication from the Human Resources Office to all staff

1 with regards to the scenario around the 10 percent
2 reduction. And we strongly encourage staff to go ahead
3 and complete the forms that were recently distributed on
4 exempt service with regards to seniority scores and
5 military service. It only benefits the staff, and those
6 are actually due to Laurie Karlstad in the Human Resources
7 Office today.

8 On the accounting side -- as you know, this is
9 May. We're getting close to the end of the fiscal year
10 and, of course, year-end closing. The treacherous
11 year-end closing for Fiscal Year 2002/'03. In order to be
12 prepared for completing our year-end reports timely, we're
13 encouraging and we're requesting that all the divisions
14 and staff strictly observe the dates that were distributed
15 recently by Kim Kotey with regards to finalization of
16 contracts, grants, invoices, et cetera, travel claims,
17 Cal card, invoices. And if anyone needs a copy of that
18 letter or missed that particular e-mail, they can contact
19 Kim Kotey. We're hoping that with everyone's cooperation
20 and assistance this year's year-end process will go
21 smoothly and accurately and timely.

22 With regards to today's Committee agenda items,
23 they're either all on fiscal consent or have been
24 recommended to be considered by the full Board.

25 Items B, D, E, F, G, and K, are all recommended

1 for fiscal consent. Items H, I, and J were considered to
2 move to the full Board by previous Committees.

3 That concludes my report. And with that, I'm
4 ready to launch into the agenda.

5 CHAIRPERSON WASHINGTON: I have a question
6 for you in terms of the budget. I spoke with the Speaker
7 last night, and there's an agreement with the Democrats
8 and Republicans for about \$3.6 billion. Does that do
9 anything as it relates to the 10 percent that they've
10 asked everybody to cut or is that --

11 DEPUTY DIRECTOR JORDAN: No. It's separate.

12 CHAIRPERSON WASHINGTON: Still. Because I asked
13 him about that, and he said it might -- he didn't give a
14 definite, but they might be able to work it where it could
15 potentially be reduced to 5 percent.

16 DEPUTY DIRECTOR JORDAN: We knew that 10 percent
17 was a target, but we had also been told depending on how
18 things go it could be less or it could be more. It was
19 really kind of unsettled. They're hoping obviously that
20 it's less. And we did -- I did see last night a press
21 release on the 3.6 billion. So I'd be happy to route that
22 to all of you.

23 CHAIRPERSON WASHINGTON: Did you have something
24 to say?

25 COMMITTEE MEMBER MOULTON-PATTERSON: I'd just

1 wanted to say in our meeting at the Governor's office they
2 said prepare for 10 percent, but hopefully it will only be
3 5 percent.

4 Isn't that right, Mr. Leary?

5 EXECUTIVE DIRECTOR LEARY: Yes, Madam Chair. Or
6 less.

7 CHAIRPERSON WASHINGTON: Might even go less if
8 the Speaker can continue to work and they can find
9 resources that potentially go down to 3 percent.

10 DEPUTY DIRECTOR JORDAN: And depending on the
11 unions.

12 CHAIRPERSON WASHINGTON: So hopefully we can get
13 it down to where it can happen that way. So good job.

14 All right. Mr. Paparian, anything on the budget?

15 COMMITTEE MEMBER PAPARIAN: No. The agenda.

16 CHAIRPERSON WASHINGTON: On the agenda is there
17 anything particular you wanted to look at before the
18 Deputy Director starts in on it?

19 COMMITTEE MEMBER PAPARIAN: I was going to make a
20 motion on the items on fiscal consensus if you'd like,
21 Mr. Chairman.

22 CHAIRPERSON WASHINGTON: Certainly. You're
23 welcome to do so. Yeah. Please.

24 COMMITTEE MEMBER PAPARIAN: Okay. If it's all
25 right with you, I think that Deputy Director read off the

1 items that were intended for fiscal consensus. And as I
2 understand, those are items B, D, E, F, G, and K. And if
3 my list is correct, I'd like to go ahead and move those to
4 the full Board.

5 COMMITTEE MEMBER MOULTON-PATTERSON: I'll second.

6 CHAIRPERSON WASHINGTON: We have a motion and a
7 second on those fiscal consent items. And that's Items B,
8 D, E, F, G, and K.

9 Secretary, call the roll.

10 SECRETARY: Moulton-Patterson?

11 COMMITTEE MEMBER MOULTON-PATTERSON: Aye.

12 SECRETARY: Paparian?

13 COMMITTEE MEMBER PAPARIAN: Aye.

14 SECRETARY: Washington?

15 BOARD MEMBER WASHINGTON: Aye.

16 As it relates to Items H, I, and J. Those items
17 I've just been speaking with the Chair of our Board
18 regarding those items. I think there's a consensus of the
19 members those items should be sent to the full Board for
20 discussion. And so if there's no objection from the Board
21 members, I will move Items H, I, and J to the full Board
22 for consideration.

23 COMMITTEE MEMBER MOULTON-PATTERSON: Second.

24 CHAIRPERSON WASHINGTON: All right. Is that
25 fine?

1 COMMITTEE MEMBER PAPARIAN: That's fine with me.
2 I'm not sure you need a motion.

3 CHAIRPERSON WASHINGTON: Yeah. I was just moving
4 to the full Board. So that takes care of these items.
5 Item L you'll see noted that item was deleted. All right.

6 There's anything further, Madam Deputy Director?

7 DEPUTY DIRECTOR JORDAN: No, sir.

8 CHAIRPERSON WASHINGTON: Thank you. So we'll
9 turn it over to our Chair for the review of our monthly
10 agenda.

11 COMMITTEE MEMBER MOULTON-PATTERSON: Thank you,
12 Carl.

13 And Mr. Leary.

14 EXECUTIVE DIRECTOR LEARY: Yes, Madam Chair.

15 COMMITTEE MEMBER MOULTON-PATTERSON: What's our
16 meeting shaping up -- I know we have a 3:00 time certain
17 so we can get comments from those people in Southern
18 California that wish to comment on Sunshine Canyon. Is
19 that correct, 3:00?

20 EXECUTIVE DIRECTOR LEARY: 3:00, Tuesday, May
21 13th.

22 COMMITTEE MEMBER MOULTON-PATTERSON: I just asked
23 my Board members -- fellow Board members to eat a good
24 lunch that day because we might be here a little late.
25 But I'm going to put a time limit on those because I think

1 it could go really late. But we certainly want to hear
2 from them.

3 EXECUTIVE DIRECTOR LEARY: I can cover that in a
4 little more detail when we get to that agenda item, Madam
5 Chair. But I'll go ahead and go through each of the
6 items. And I think what I'll do is just list the consent
7 items and such as I typically do and then make a
8 suggestion about the timing of the agenda --

9 COMMITTEE MEMBER MOULTON-PATTERSON: Okay.

10 EXECUTIVE DIRECTOR LEARY: -- at the end.

11 In the Permit Section, Agenda Item 1 is proposed
12 for fiscal consent. It enjoyed the support of the Program
13 Committee. And it is a fiscal item so it will involve a
14 brief discussion.

15 Agenda Item 2 is proposed for consent.

16 Agenda Item 3 has been deleted.

17 Agenda Items 4, 5, and 6 have all been proposed
18 by the Permits' Committee for consent.

19 Agenda Item 7 we've touched on. It's the
20 Sunshine Canyon permit, and it will go before the full
21 Board at 3:00 on Tuesday, May 13th. And I think as
22 everyone is aware we have, as referenced, Madam Chair made
23 arrangements for a video teleconference at the
24 Metropolitan Water District facility there within a mile
25 or mile and a half of the facility. I don't have the

1 address with me at the moment. But it is a matter of
2 public record, and it's on the Board's website.

3 We've tested that system. We know it works. And
4 with our fingers crossed, we'll hope that comes off
5 without a bugaboo. I think it is truly revolutionary in
6 the terms of Boards seeking public input. And I think
7 hopefully if things go smoothly there should be some
8 recognition we made this step in that direction in this
9 technology era.

10 Agenda Item 8 did enjoy full support of the
11 Committee on a 4-0 vote. Because it's a negative
12 declaration and proposed regulations as is our custom,
13 we'll bring it before the Board for the Board's formal
14 adoption.

15 Special Waste Section, Agenda Items 9, 10, 11,
16 and 12 are all fiscal items, all enjoy the support of the
17 Special Waste and Market Development Committee. Will
18 involve brief presentation, but will be considered fiscal
19 consent.

20 Agenda Item 13 will be preceded by Agenda Item
21 29. Both items were put by the Committee for full Board
22 consideration so there will be full presentation on Agenda
23 Items 29 and 13.

24 Agenda Item 14 was a Committee-only item and does
25 not need to be discussed at the full Board.

1 Agenda Items 15 and 16 are both reallocation of
2 tire funds as well as the five-year plan. The Committee
3 put those forward to the full Board for the Board's
4 consideration.

5 In the Waste Prevention and Market Development
6 Section, Agenda Item 17, some issues came up at the
7 Committee meeting so the Committee asked to put that one
8 over. And it will be put over for full consideration by
9 the Board.

10 Agenda Items 18 and 19 are on consent.

11 In the Diversion, Planning, and Local Assistance
12 Sections, Items 20 through 24 -- 20, 21, 22, 23, 24 are
13 proposed for consent. Agenda Item 25 was Committee-only
14 item. It does not need to be discussed at the Board.

15 Agenda Item 26 is a fiscal item that enjoyed the
16 support of the DPLA Committee. It will be a short
17 presentation and considered fiscal consent.

18 Agenda Item 27 was a presentation, a discussion
19 item done by the program that the Committee asked that we
20 bring it forward again for full Board -- because of its
21 importance that the full Board hear that item.

22 Agenda Item 28 has been continued until June.

23 Agenda Item 29, as I mentioned earlier, will
24 precede Agenda Item 13 and will involve full Board
25 consideration.

1 And Agenda Item 30 will also involve -- was not
2 taken up by Committee and will involve full Board
3 discussion.

4 As far as timing, Madam Chair and members of the
5 Committee, as we mentioned, the Sunshine Canyon item will
6 be heard at 3:00 on Tuesday, May 13th. I know, Madam
7 Chair, you plan to have a closed session on Tuesday, May
8 13th at about 1:30; is that right?

9 COMMITTEE MEMBER MOULTON-PATTERSON: Yes. I have
10 a memo going out to the Board members about that closed
11 session.

12 EXECUTIVE DIRECTOR LEARY: And then because I
13 think the importance and significance of Agenda Item 27
14 that was presented at the Diversion, Planning and Local
15 Assistance, I'd suggest we take that up first thing on
16 Tuesday, May 13th after we do our opening remarks and
17 opening reports and such and start the meeting off on a
18 kind of a highlight note in the sense that agenda item
19 documents a lot of progress made by this organization and
20 the Diversion, Planning, and Local Assistance area.

21 And then I think we as staff encourage you as
22 members to spread the word to our principle stakeholders
23 about this item. I'd like to have some assistance by
24 folks who follow our business closely for them to hear, I
25 think, what is a significant report by our Diversion,

1 Planning, and Local Assistance folks about their progress
2 on 939. I know I'm going to go spreading the word. I
3 encourage you to do so also to our folks to hear the very
4 positive message out of that program.

5 And with that, Madam Chair and Chair Washington,
6 that's my view of the agenda for next week.

7 COMMITTEE MEMBER MOULTON-PATTERSON: I just
8 missed one item. What's number 17?

9 EXECUTIVE DIRECTOR LEARY: That will be
10 considered by the full Board. Some issues came up on that
11 item when the Committee considered it, and they were
12 unresolved so they put the item over to the full Board.

13 COMMITTEE MEMBER MOULTON-PATTERSON: Okay. Any
14 questions by members? Our agenda review is concluded.
15 And that concludes everything.

16 (Thereupon the California Integrated Waste
17 Management Board, Budget and Administration
18 Committee adjourned at 1:49 p.m.)
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1 CERTIFICATE OF REPORTER

2 I, TIFFANY C. KRAFT, a Certified Shorthand
3 Reporter of the State of California, and Registered
4 Professional Reporter, do hereby certify:

5 That I am a disinterested person herein; that the
6 foregoing hearing was reported in shorthand by me,
7 Tiffany C. Kraft, a Certified Shorthand Reporter of the
8 State of California, and thereafter transcribed into
9 typewriting.

10 I further certify that I am not of counsel or
11 attorney for any of the parties to said hearing nor in any
12 way interested in the outcome of said hearing.

13 IN WITNESS WHEREOF, I have hereunto set my hand
14 this 19th day of May, 2003.

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